Secrets. II-27—100,000—21-6-52.

Food (1954 S) Department.

M.S. SERIES.

G.O. No. 259
259.

Dated 16-3-49

[Despatch Abstract.]

Pulses — Jowr and Joordhall 1947-1948 - Import from United ~~Provice~~ Province. Disposal at Reduced Rates — Write off of loss — ordered.

BOARD OF REVENUE (CIVIL SUPPLIES)
Subject.

PULSES - Toor and Toor dhall - 1947--48 - Import from United Provinces Disposal of - Financial results -Report - Submitted

Ref.No.89828-V/47(CS) dated 21.10.1948.

From

V.S. Hejmadi Esq., I.C.S.,
Commissioner of Civil Supplies

N.S. Mani, Esq., I.C.S.,
Secretary to the Commissioner of Civil Supplies

READ:-

i. Board's Ref.No.89828-D1/47 dated 16.1.1948.
ii. Govt.Memo.No.45954-C/47-2. Food dated 3.2.1948.
iii. Board's Ref.No.89828-D1/47 dated 24-2-48 and telephone message dated 25.2.1948.
iv. Govt.Memo.No.45954-C/47-11 Food dated 26-2-1948.

The Board submits herewith a statement showing the financial results of the disposal of toor and toor dhal imported from United Provinces during 1947-48. The transactions resulted in a net loss of Rs.23,286-0-1 in the case of toordhal and Rs.1,60,927-11-1 in the case of toor. These stocks were purchased or contracted for purchase prior to the date of decontrol. Despatches of the stocks commenced soon after they were inspected and became available. The stocks which were actually received in the districts prior to January 1948 were disposed of without any loss to Government. Afterwards the prices had gone down considerably. It was not possible to dispose of the stocks, then outstanding even at the landed cost price. In the Board's reference first cited, the position was clearly explained to Government and the Government in their Memo. No.45954-C/47-2 Food dated 3.2.1948 approved the Board's proposals contained in the said reference.

2. Toordhal. Most of the stocks were despatched from the United Provinces area either ~~pipe~~ prior to the date of decontrol or immediately thereafter. The stocks were disposed of then and there at the receiving centres soon after receipt. A major portion of the stock allotted for Coimbatore were actually received in January and February 1948. These stocks were disposed of at the best prices they fetched in auction although at a loss.

A quantity of 1100 bags of dhall weighting 2750 maunds was allotted to Madras City and received on Government account by the Madras Provincial Co-operative Marketing Society Ltd., Madras. The financial result of the disposal of this quantity has been included in the results arrived at for the entire stocks held on Government account by the Madras Provincial Co-operative Marketing Society Ltd., in Madras City; and it has not therefore been taken into account in working out the loss.

3. Toor. Most of the stocks were received in the districts after the prices had gone down considerably after decontrol, and hence the loss. There were losses in the stocks received and disposed of at Coimbatore, Trichinopolity, Tanjore, Madura and Malabar. The Collectors made all efforts to dispose of the stocks without any loss, but nobody came forward to purchase them at the landed cost prices, obviously due to the fact that private stocks were available in the local markets at comparatively cheaper rates. The Collectors sold them in public auction at the highest price offered by the bidders.

4. The following two items of expenditure have not been included in working out the financial statement:

i. Superior Administration duty: The U.P. Government

p.t.o.

have claimed a sum of Rs.1,000/- on 2000 maunds of toor despatched after the date of decontrol. The Board has objected to this item of debit; and the U.P. Government have replied that they will decide the matter shortly. Further action will be taken on receipt of reply from the U.P. Government.

ii. Interest and godown charges: The Assistant Marketing Officiaer, Nagpur reports that the C.P. Agencies have claimed interest and godown charges of Rs.2705-9-8 and 865-12-3 respectively in respect of the following stocks:

1. 4290 maunds of toor held at Sitapur.
2. 150 -do- at Hapur.
3. 1923 -do- at Barielly.

With regard to the stocks held at Sitapur, the Assistant Marketing Officer states that he had already intimated the inspecting agents in February 1948 that they would be paid for only at Rs.16/- per maund F.O.R. instead of the contracted rate of Rs.17/- that no godown and interest charges would be paid in respect of them and that the claim need not be paid in respect of them and that the claim need not be paid in respect of them and that the claim need not therefore be allowed. The Board is rejecting this claim.

In respect of the other items, he states that the interest and godown charges may be allowed till 27th December 1947 and 10.1.1948 for the stocks held at Hapur and Barielly respectively, on which dates the last consignments were despatched from those areas. He has proposed that a sum of Rs.628-6-3 and 231-0-4 may be paid towards interest and godown charges respectively. However, these two items of stocks were not at all despatched from thoee areas, but were given back to the C.P.Agencies at a compensation price Vide Board's Ref.No.89828-D1/47 dated 24.2.48 and T.M. dated 25.2.1948. The Board considers that under the changed G.P condition whereby the goods themselves were made over to the C.P. Agencies at a Compensation price no claim either for interest or godown charges should arise and that the compensation price should be deemed to cover such charges. The Board is therefore disallowing this claim and informing the Assistant Marketing Officer accordingly.

5. A total sum of Rs.6922-5-0 has been paid as insurance premium on the stocks of toor and toordhal held at Sitapur, Barielly, Agra and Hathras against Fire, Riot and Civil Commc tion risks. This amount has been included in working out the financial results. The Board requests that the action of the Assistant Marketing Officer in having paid the insurance premium may be approved. A detailed statement showing the premiums paid on the various stocks is also sent herewith for the information of Government.

6. The Board submits that the losses are inevitable in the circumstances explained above, and requests that the loss of Rs.23,286-0-1 and Rs.1,60,927-11-1 on toordhal and toor respectively may be written off.

(Sd.) T.R.L.Narasimham
22-10-48.
for SECRETARY.

To
The Secretary to Government,
Food Department, Fort St. George, Madras.
Copy to LIV SECTION.

STATEMENT SHOWING THE FINANCIAL RESULTS OF THE DISPOSAL OF TOOR AND TOOR DHAL IMPORTED FROM THE UNITED PROVINCES IN 1947-48.

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Purchase Price.	Toor from the U.P. Bags.	Mds.	Srs.	Toor dhal from the U.P. Bags.	Mds.	Srs.
Quantity purchased.	11844	29615	25	10768	26920	00
Cost	Rs.514148--7--0				Rs.5,78,543--8--0	
Interest & Godown charges	9895--6--0				10,486--8--0	
Insurance charges	4276-11--0				2,645-10--0	
Compensation paid to the C.P.Agencies	12814--8--0					
Railway freight	46073-11--0				29,669-10--0	
Incidental charges	1383-13--8				718--2--0	
Superior Administration charges of the U.P. Govt.	--				1,375--0--0	
Madras Govt. Administration duty at 0.1.0 per maund.	1850--15--8				1,1682--8--0	
	Rs. 590443--7--4				6,25,120-14-0	
Less the cost of 1100 bags of dhal 2750 Mds. received by the M.P.S.M.S.Ltd.& excluded from this account and Madras Govt. surcharge at 0-1-0 a Md. 59125-0-0 ⎫ 171-14-0 ⎭					59,296-14-0	
Net purchase price	Rs. 590443--7--4				5,65,824--0--0	
Sale Proceeds	Rs. 429515-12--3				5,42,538-15-11	
Net loss	Rs. 160927-11--1				23,286--0--1	

Total Loss Rs.1,84,213--11--2.

Remarks:

Toor (1) Superior Administration charges to U.P.Govt.: Debit for Rs.1000/- objected to has not been included in the cost price.

(2) Interest and godown charges fe of Rs.860(old) recommended by the Assistant Marketing Officer, Nagpur for payment to the C.P. Agencies have not been included in the Purchase price of Toor.

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22/10/48

STATEMENT SHOWING THE PREMIUM PAID FOR INSURING ARHAR WHOLE AND ARHAR DHAL PURCHASED AND DESPATCHED FROM U.P.

S.No.	Despatching station.	Quantity purchased		Total value of goods insured.	Premium amount		Amount paid.	Cheque No. & date.	Remarks.
		Arhar whole	Arhar dal.		Riot & Civil commodation.	Fire			
		Mds. Srs.	Mds. Srs.	Rs. A. P.					
1.	Sitapur	17542 --	13677	482500 0 0	4101-4-0		4100-12-0	39/1005 d/29.1.48	Payment was made as per cash receipt of New India Assurance Co., Lucknow.
				261500 0 0 221000 0 0	596-10-0	612-0-0	1208-10-0	46/1005 d/19.2.48.	
2.	Bareilly	3743	750	45000--0--0	382--8-0	71-12-0	3454-4-0	47/1005 d/-19.2.48.	
3.	Agra	--	12500			796-14-0	796-14-0	65/1005 d/29.3.48.	
4.	Hathras	4250				361-13-0	361-13-0	64/- do.	
							6922--5-0		

/TRUE COPY/

Sd - - - -
22-10-48

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GOVERNMENT OF MADRAS
Food Department.
G.O.Ms.No.259, dated 16th March 1949.
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Abstract.

Pulses - Toor and Toordhall - 1947-48 - Import from United Provinces - Disposal at reduced rates - Write off of loss - Ordered -

READ:-

From the Board of Revence (C.S.)Ref.89828.V.47(CS), dated 21-10-48 and 8-1-1949.
From the Board of Revenue(C.S.)ref.No.064485/T/47-(CS), dated 24-2-1948.

O R D E R:

In the circumstances explained by the Board of Revenue (Civil Supplies) in its reference first cited, the Government accept the Board's recommendation and direct that the loss aggregating Rs.1,82,462-15-2 (Rupees one lakh eighty two thousand four hundred and sixty two, annas fifteen and pies two only) incurred on account of the sale at reduced rates owing to fall in prices as a result of decontrol, of 11,844 bags of toor and 10,768 bags of toor dhall procurred in the United Provinces be written off the accounts.

(By Order of His Excellency the Governor)

(Sd.)xxxxxx,
Secretary to Government.

To
The Board of Revenue(Civil Supplies).
The Board of Revenue(Accounts)
The Accountant-General through Finance(Accts.).

/True copy/

Superintendent,
Madras Record Office.

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